GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

APIIC – Allotment of land to an extent of 62.37 Acs out of 110.00 Acs sought for @ Rs.4.00 Lakhs per Acre in Sy.Nos.714 to 719, 725 to 727, 736, 741 & 742 in Bodduvaripalem (V), Kodavalur (M), SPSR Nellore Dist in favour of Mishra Dhatu Nigam Ltd (MIDHANI), Hyd for establishment of Aluminium Alloy Plant - Orders - Issued.

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INDUSTRIES AND COMMERCE (INFRA) DEPARTMENT

G.O.MS.No. 100 Dated: 20-07-2017

Read:

From the VC&MD, APIIC Ltd., Vijayawada Single File No. 92283/APIIC/AM(P)/MIDHANI/Nellore/2017 & Lr.dt.27.04.2017 along with Note dt.28.05.2017.

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ORDER:

In the reference read above, the Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., Vijayawada has submitted that in their Lr.dt.13.04.2017 M/s.MIDHANI has requested for the allotment of land to an extent of 110.00 Acs in Sy.Nos.714 to 719, 725 to 727, 736, 741 & 742 at IP, Bodduvaripalem in SPSR Nellore Dist for establishment of Aluminium Alloy Plant considering the allotment as a special case at free of cost or minimal cost in view of the National importance of the Project for meeting critical and strategic requirement of the Country which shall generate employment opportunities directly and indirectly for local youth in addition to source of Revenue for the State Government in long run. As per the feasibility study of the Company there is huge demand for aluminium products from the sectors like ISRO, HAL, DRDO & Indian Railways & Defence since the present consumption level of Aluminium in the country is 2,373 MTs approximately and expected to grow up to 5,123 MTs due to Government policies. This will be implemented in two phases with a capital deployment of Rs.1,104 Crore in the 1st phase and Rs.2,878 Crore in 2nd phase. In the Lr.dt.13.04.2017 it was informed to MIDHANI that in principle it was agreed for the above said allotment and accordingly the land cost was fixed by the PF&IC @ Rs.18,08,249/- per Acre. But the Co., has expressed its willingness to pay Rs.4.00 Lakhs per Acre instead of cost fixed during discussions with the Company.

2. The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., has therefore requested the Government to examine the request of the Company and to issue necessary orders for allotment of 110.00 Acs of land at IP, Bodduvaripalem in SPSR Nellore Dist in favour of M/s.MIDHANI.

3. In a further note, dt.28.05.2017 the Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., has stated that an extent of 62.37 Acs is already in the possession of APIIC from the Revenue Department over the subject area and the balance Government land measuring 59.56 Acs is vacant free from encroachments to be allotted by the District Collector on free of cost in terms of G.O.Ms.No.106, Revenue (Assgn.I) Dept., 16.03.2017. As such APIIC is in a position to allot 110.00 Acs to the Co. The PF & IC of APIIC has fixed the land cost @ Rs.20.00 Lakhs per Acre for the extent of 62.37 Acs taking into consideration of various components in fixing the final price. If the land is allotted to the Company @ Rs.4.00 Lakhs per Acre the APIIC will incur a loss of Rs.10,03,68,000/- and in case of the land allotted to at the reduced price, the Company may be informed to take up the infrastructure at their own cost in the allotted land as the Company will render its services to the GoI Projects like ISRO, HAL, DRDO, Indian Railways & Defence. The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., has therefore requested the Government to allot the land over the subject area in favour of M/s.MIDHANI at Rs.20.00 Lakhs per Acre as fixed by the PF & IC duly submitting the detailed calculations in arriving the land cost.

4. As detailed above it may be noted that as informed by the APIIC, the PF & IC has fixed the land cost @ Rs.20.00 Lakhs per Acre for the extent of 62.37 Acs of land already in the possession of APIIC whereas, the remaining extent of 47.63 Acs vacant Government land free from encroachments has to be allotted by the Revenue Department to APIIC on free of cost. But the Project proponent M/s.MIDHANI seeking the allotment for Rs.4.00 Lakhs per Acre only and in such case the cost of infrastructure has to be bear by the Co., itself as opined by the APIIC. But no such assurance is there in the record from the Company and the APIIC has recommended for allotment @ Rs.20.00 Lakhs per Acre.

(P.T.O.)

5. Government, after careful examination of the matter hereby allot the land to an extent of 62.37 Acs out of 110.00 Acs sought for @ Rs.4.00 Lakhs per Acre in Sy.Nos.714 to 719, 725 to 727, 736, 741 & 742 in Bodduvaripalem (V), Kodavalur (M), SPSR Nellore Dist in favour of Mishra Dhatu Nigam Ltd (MIDHANI), Hyderabad for establishment of Aluminum Alloy Plant.

6. The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., Vijayawada shall take further necessary action in the matter accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

S.SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT & CIP

To
The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., H.No.12B, 59A-8-12B, Guru Nanak Colony Road, Teacher's Colony, Vijayawada-520008.

Copy to:

The Commissioner of Industries, A.P., Government Regional Printing Press, Mutyalampadu, Vijayawada - 520 011.
The G.A. (Cabinet) Department, A.P. Secretariat, Velagapudi. (with reference to U.O.No.302/2017, dt.18.07.2017.)
The P.S. to Principal Secretary to C.M. (GSP), A.P. Secretariat, Velagapudi.
The P.S.to Secretary to Government & CIP, Ind & Com Department.
SF/SC.

//FORWARDED : : BY ORDER//

SECTION OFFICER